



# Fare Policy and Structure

Transit Planning Board  
Planning and Funding Committee  
March 22, 2007



# Overview



- Parts of Fare Policy
  - Technology
  - Differentiation
  - Structure
  - Collection Systems
- Decision Points –
  - Do we include Local Bus in Zone/Distance Examination?
  - Do we examine Proof-of-Payment?



# Technology



- Decision has been made to use electronic fare media – Breeze



- Breeze can accommodate all the fare structures, differentiations, and systems discussed later



# Differentiation – How to vary the base fare



- Peak/Off Peak – Different prices for travel and different times
- Transfers – Free or paid
- Premium Service Surcharge – Charging more for extra services such as more comfortable vehicles, limited stops
- Multi-ride tickets – discounts for buying rides in bulk
- Unlimited Ride Passes – Unlimited rides during a specific amount of time
- Special Fares – Half-fare (federally mandated), youth, student, university
- Multi-Agency Tickets – Tickets valid on multiple agencies
- Multi-Agency Passes – Passes valid on multiple agencies



# Differentiation - Existing



Differentiation	MARTA	<i>Xpress</i>	CCT	GCT	C-TRAN
<b>Peak/Off Peak</b>		Reverse Commute Rides discounted			
<b>Transfers</b>	Agreements with all other systems	Agreements with MARTA	Agreements with MARTA	Agreements with MARTA	Agreements with MARTA
<b>Premium Service Surcharge</b>			Express bus services to Atlanta	Express bus services to Atlanta, Local to Express Upgrade fare	
<b>Multi-Ride Passes</b>	10 and 20 trip tickets	20 and 40 ride passes	10 and 20 ride tickets	local and express 10 ride ticket	20 trip ticket
<b>Unlimited Ride Passes</b>	7 day, 30 day, and multi-day visitor passes	31 day passes	Local and Express 31 day pass	Local and Express monthly pass	31 day pass
<b>Special Fares</b>	65+ half fare and Student (K-12) and University Pass Programs		Reduced fare for 65+ and <18	Reduced fare for 65+ and <18	half fare for 65+

*\*\* Other Examples from other cities presented in Appendix B in Paper*



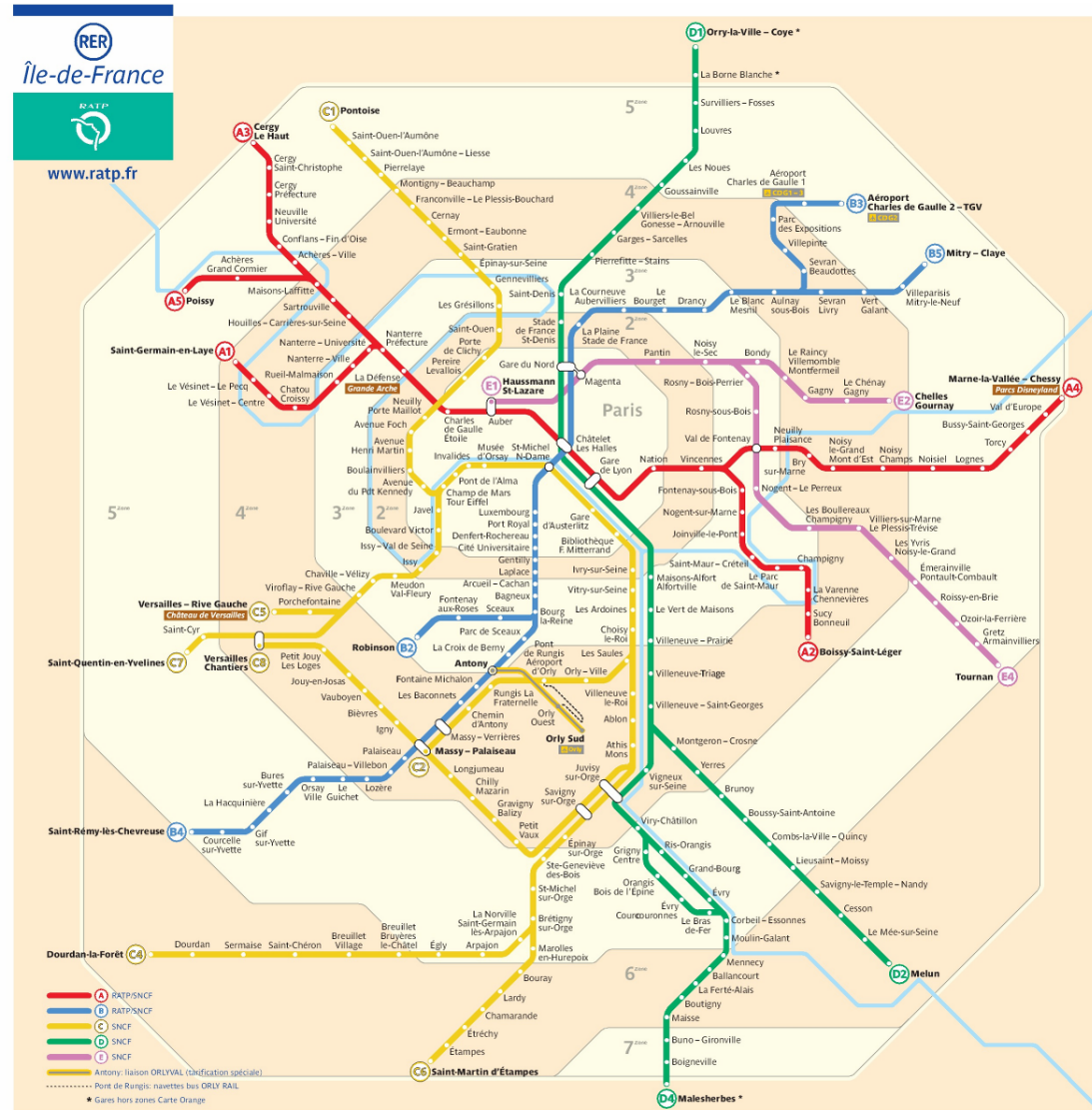
# Fare Structures



- Flat Fares – Currently Used in Atlanta by all operators
- Zonal – Region divided into zones with trip cost dependent upon number of zones traveled
- Distance Based – Fare based upon distance traveled so every trip has different fare

# Fare Structures:

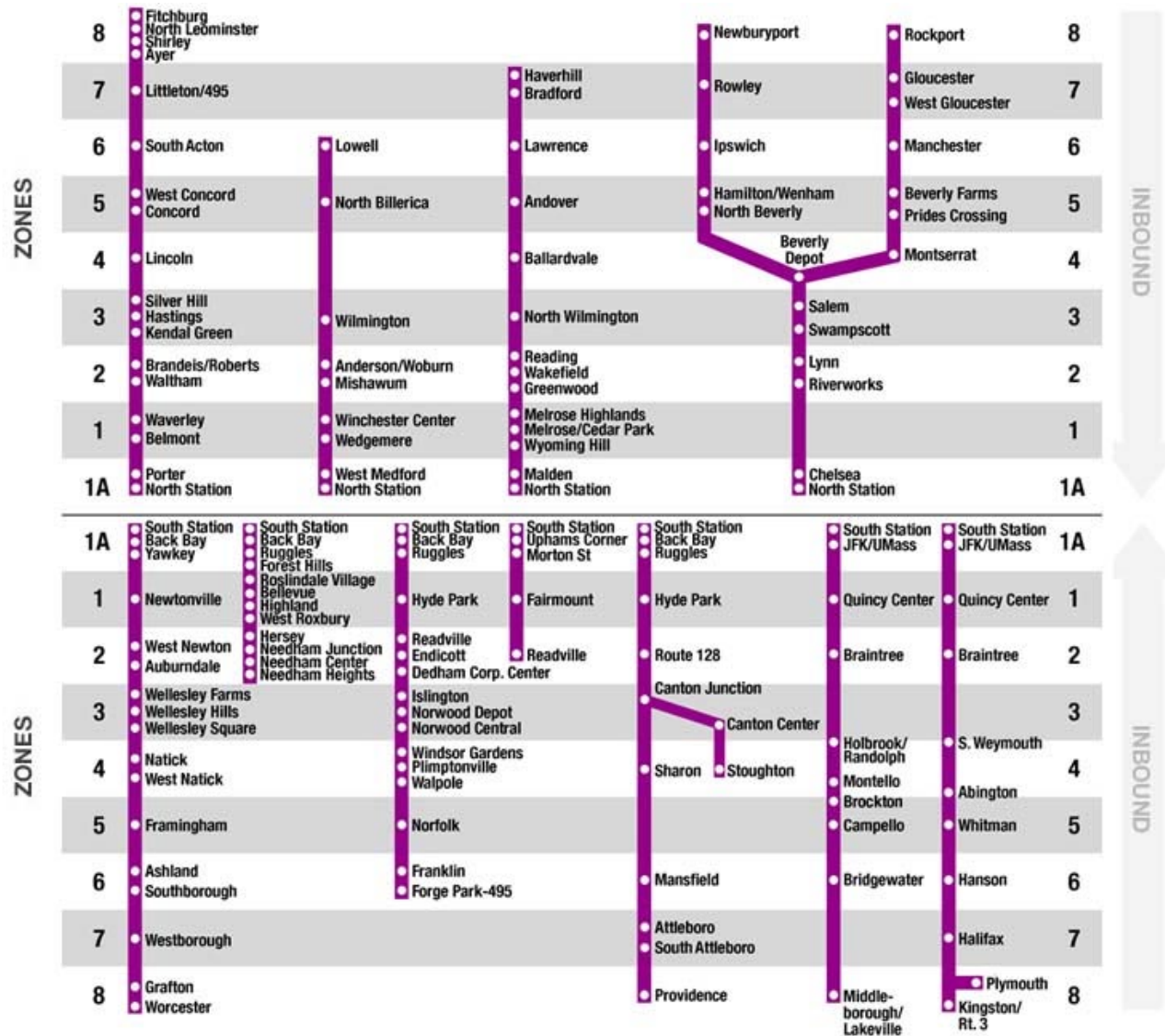
## Example - Paris Regional Rail Zones





# Fare Structures:

## Example – Boston Commuter Rail Zones

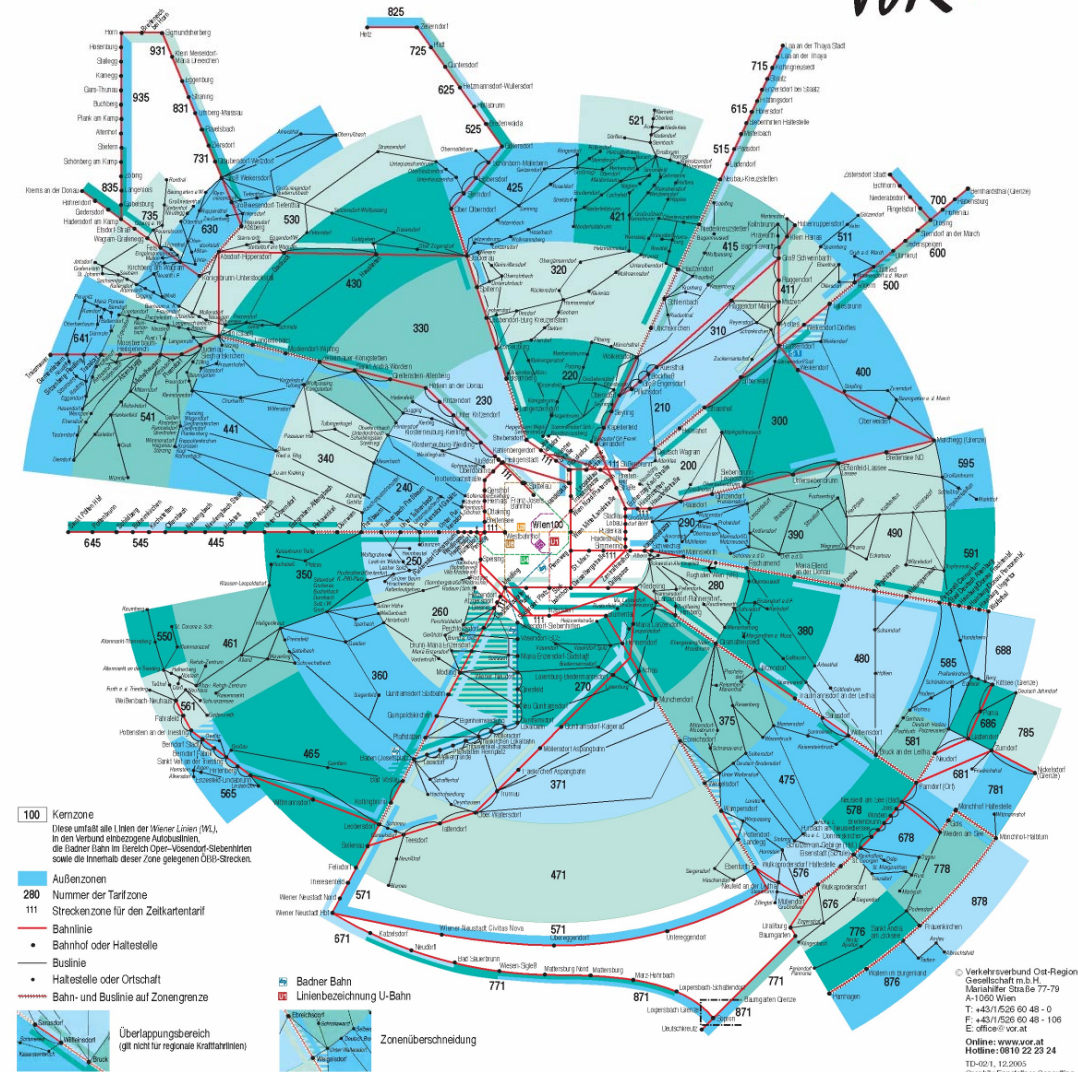




# Fare Structures:

## Example - Vienna Regional Rail & Bus Zones

### Tarifzonenplan Verkehrsverbund Ost-Region **VOR**





# Fare Structure: Distance Based



- Base fare with an additional cost per mile:
  - Example: \$0.50 base + \$0.10 /mile
    - Midtown to Lindbergh =  
 $\$0.50 + \$0.10 * 3 \text{ miles} = \$0.80$
    - Midtown to Airport =  
 $\$0.50 + \$0.10 * 13 \text{ miles} = \$1.80$
  - This method:
    - Least Expensive: \$0.55 cents (Phillips to Five Points)
    - Most Expensive: \$3.95 (Town Center to Airport)



# Fare Structure:

## Distance / Zonal Benefits and challenges



- Easier to implement with limited stop/barrier services (Express Bus and Barrier Stations)
- Zonal Based
  - Zones a proxy for distances
  - Easier for public and operators to understand
- Distance Based
  - Every trip has a different price
  - Usually has a base cost plus a Cents/mile cost determined by distance
- Challenges
  - Particularly for local bus – how to charge for exit?
  - Likely increase in fare disputes



# Collection Systems: Barrier Systems



## ○ Barrier Systems

- Gates or turnstiles that have a paid and free area and require patrons to pay before entering
- Allows faster boarding and alighting
- Current method on rail system in Atlanta
- Proposed Method for BRT Stations in Region



# Collection Systems: Pay as Your Board/Exit



- Pay as you Board
  - Patrons pay fare as they board the vehicle, usually to the driver
  - Delays boarding
  - Zonal / Distance based would have to pay as exit – Minneapolis uses pay as exit and only on evening express routes
  - Current Method on buses in Atlanta; used off-peak on Cleveland Heavy Rail line and on surface LRT lines in Boston and Cleveland





# Collection Systems: Proof of Payment



- Patrons purchase tickets from vending machines and validate by stamping or tapping the electronic card; can be checked at any time
- Allows faster boarding and alighting on surface vehicles
- Allows drivers to concentrate on operating the vehicle
- Can have Vending Machines on Board
- Compatible with surface operations of zonal and distance based fares
- Requires fare inspectors and high fines (range from \$75 in Dallas up to \$500 in San Francisco)
- Used in most U.S. LRT lines and some commuter rail lines in U.S.



# Collection Systems: Examples of POP Machines





# Fare Structure:

## Current Collection Systems

### Ease of Implementation



Mode	Distance	Zonal	Flat
Local Bus	Difficult	Difficult	Easy
Express Bus	Easy	Easy	Easy
Heavy Rail	Easy	Easy	Easy
Exclusive BRT	Easy	Easy	Easy
Arterial BRT/Light Rail	Difficult	Difficult	Medium
Commuter Rail	Medium	Medium	Medium



# Decision Points



- We know the board wants us to examine distance and zonal fares for the rail, BRT, and Express Bus System
- Does the Board want to examine Distance Based and Zonal for Local Bus?
- New Systems (Beltline rail, Peachtree Streetcar, Commuter Rail, Arterial BRT) use POP? If Distance/Zonal for Local bus – switch to POP?

Change	Pros	Cons
Zonal/Distance Based Fares with Barrier system for rail and BRT and pay as board/exit for buses	<ul style="list-style-type: none"> <li>Fares differentiated by distance</li> <li>Fairly easy to implement on the rail system</li> </ul>	<ul style="list-style-type: none"> <li>How to deal with buses that cross multiple zones? <ul style="list-style-type: none"> <li>Cost to retrain drivers</li> <li>Increases in fare disputes</li> <li>Increase in boarding/alighting times</li> </ul> </li> <li>Transfers</li> <li>New fare system for patrons</li> <li>Equity issues</li> </ul>
Zonal/Distance Based fares with barrier system for rail and BRT and POP for buses	<ul style="list-style-type: none"> <li>Fares differentiated by distance</li> <li>Fairly easy to implement on the rail system</li> <li>Decreased boarding time for buses</li> <li>If security carries out enforcement, increased security presence on system</li> </ul>	<ul style="list-style-type: none"> <li>Cost of machines/driver training for fares onboard buses</li> <li>Equity Issues</li> <li>Completely new fare system for patrons</li> <li>Increased cost of enforcement</li> </ul>
Multi-Agency Ticket/Passes	<ul style="list-style-type: none"> <li>Single Regional Fare Media</li> <li>Potential to recover more cost based upon fare selected</li> <li>Initial concept of distance based ticket</li> <li>Maintains Existing Operator Independence to set fares within jurisdiction</li> <li>Operators recover more of cost since transfer cost built into ticket price</li> </ul>	<ul style="list-style-type: none"> <li>Increase patron costs since cost of transfer built into ticket price</li> </ul>
Zonal/Distance Based fares with barrier system for rail and BRT with multi-agency ticket/passes for buses	<ul style="list-style-type: none"> <li>Single Regional Fare Media</li> <li>Potential to recover more cost based upon fare selected</li> <li>Fares differentiated by distance</li> <li>Operators recover more of cost since transfer cost built into ticket price</li> <li>Maintains Existing Operator Independence to set fares within jurisdiction</li> </ul>	<ul style="list-style-type: none"> <li>Increase patron costs since cost of transfer built into ticket price</li> <li>Equity Issues</li> </ul>
Complete POP system with zonal /distance based fares	<ul style="list-style-type: none"> <li>Reduces boarding times</li> <li>Improves access to overall system by eliminating barriers</li> <li>If fare enforcement carried out by security, increased security visibility on system</li> <li>Allows full implementation of zonal/distance based fares</li> </ul>	<ul style="list-style-type: none"> <li>Increased cost of enforcement</li> <li>Completely new fare system and structure for patrons to learn</li> <li>Cost of retraining operators and vendors</li> <li>Cost of ticket validation machines</li> </ul>